

VIA

AIR

(SPECIFY AIR OR SEA POUCH)

~~RYBAT~~DISPATCH NO. **EGRA-26543****SECRET**

CLASSIFICATION

OCT 18 1955

TO : Chief, EE

DATE:

FROM : Chief of Base, Berlin

INFO: COS

SUBJECT: GENERAL— **CADORY/Operational**SPECIFIC— **LCGASSOCK/LCFLUTTER**

REF: A. EGRA 22688

B. EGRA 26542

DECLASSIFIED AND RELEASED BY  
CENTRAL INTELLIGENCE AGENCY  
SOURCE METHOD EXEMPTION 3B2B  
NAZI WAR CRIMES DISCLOSURE ACT  
DATE 2006

1. References describe the facts surrounding the shortage of 5,000 DMW in the LCGASSOCK accountings. As noted in Reference B, the LCGASSOCK books have now been fully checked by an outside auditor without revealing any trace of the missing funds and, in fact, resulting in a certification by the auditor that the books accurately reflect income and expenditures of LCGASSOCK from 1 January 1955 to 1 June 1955. (The shortage of funds occurred during this period.) In addition, we have had mail intercepts on the LCGASSOCK bookkeeper which revealed no untoward information. The 5,000 DMW can only have disappeared through a loss by one of the principals involved in handling it or by theft.

2. We recommend that in order to satisfy ourselves on the honesty of CADRIER and the LCGASSOCK bookkeeper that both be subjected to LCFLUTTER. We believe that CADRIER himself would have no objections but that his bookkeeper may be somewhat reluctant. In fact, CADRIER himself may feel we should not FLUTTER the bookkeeper but accept repayment of the loss from him. In line with this, we would like to inform CADRIER that ☐ voluntarily underwent a LCFLUTTER test in order to clear himself of any implied charges that he might knowingly be responsible for the loss. Please advise us if it is permissible to do so.

3. Assuming that the individuals in question undergo LCFLUTTER tests without derogatory results, we would like to enter into an oral agreement or contract with CADRIER that the missing funds will be repaid by him but that, on the other hand, he can expect (as he is entitled), a final quitclaim payment which will be at least as great, if not larger, than the loss.

APPROVED *MHS*

12 October 1955/hcw

Distribution:

3 - EE

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~~RYBAT~~**DESENSITIZED**

Per ESN 43-28

**SECRET**

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